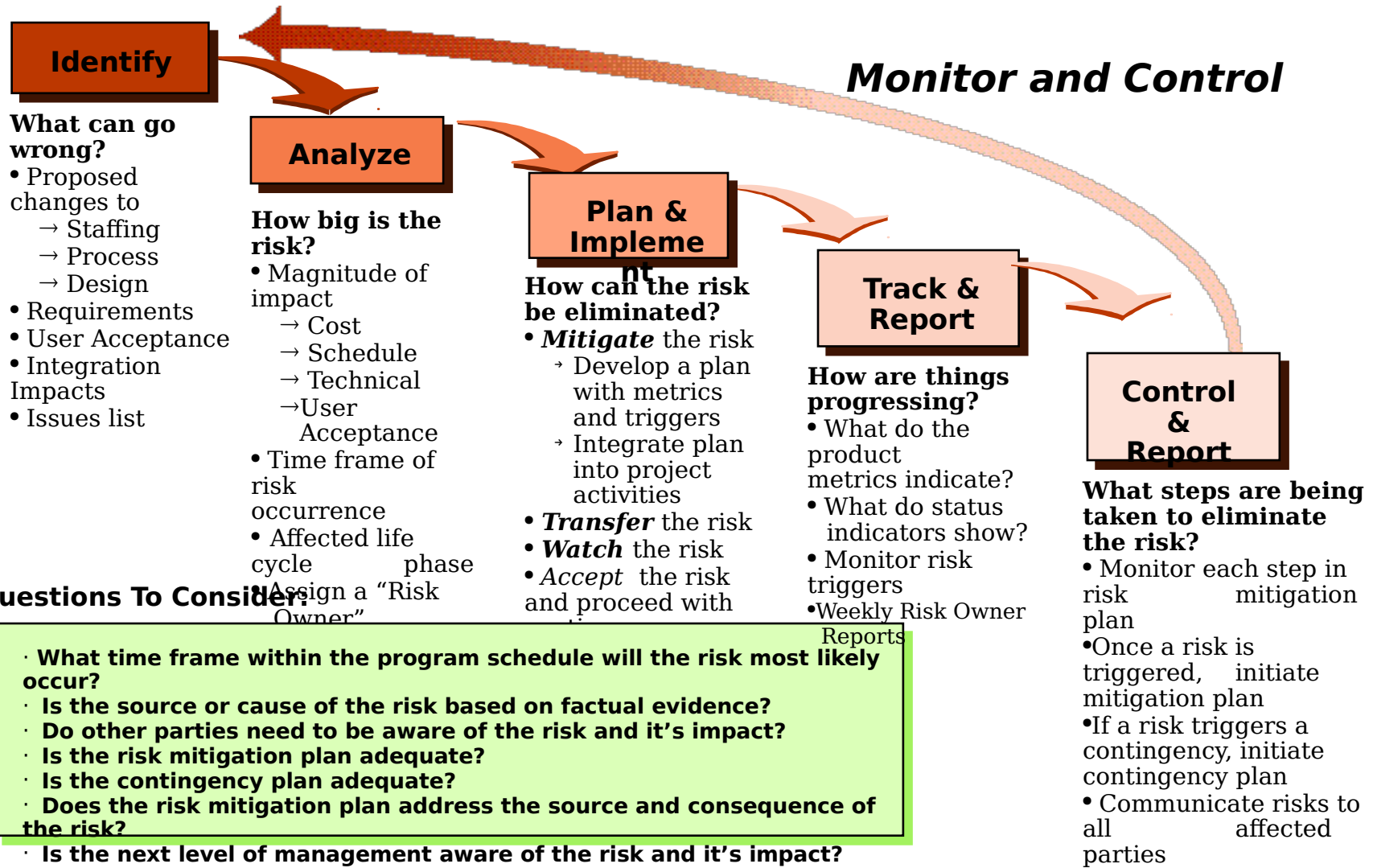


RMI Risk Management

Risk: The possibility of an undesirable event or situation occurring that may adversely affect the success of the program. Risks are usually associated with uncertainties.

Risk Management: An organized, systematic, decision-making process that is effective in identifying, assessing, and monitoring risks to reduce or eliminate the risk for the achievement of program goals.

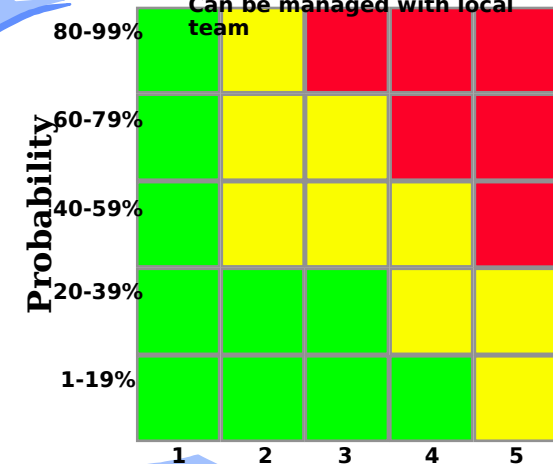


RMT Risk Analysis

PROBABILITY

Translated Probability	Likelihood of contingency plan execution	Can the risk be mitigated?	Approach
1-19%	Not Likely	Most always mitigate this type of risk	Contingency plan is not necessary
20-39%	Low Likelihood	Usually mitigate this type of risk	Continue the use of the mitigation plan
40-59%	Likely	May mitigate this risk	Contingency plan may be required
60-79%	Highly Likely	Unlikely to mitigate this type of risk. Mitigation plan is unsuccessful	Prepare to initiate the contingency plan , watch contingency triggers
80-99%	Near Certainty	Avoidance unlikely, attempt to minimize impact	Enact contingency plan

- High** - Major disruption in the plan. May require Level 1 management assistance.
- Med** - Some disruption in the plan. May require Level 1 assistance
- Low** - Little or no disruption. Can be managed with local team



IMPACT

Level	What is the magnitude of the impact to JMPS Program?		
	Schedule	Cost	Performance/Technical
1	Negligible to no impact to schedule	Negligible impact to program cost	Negligible to no change in functionality and usability
2	Minimal schedule change 2%- 5%	Minimal cost variance ≤ 5%	Minimal change to functionality and usability
3	Minor schedule slip > 5%	Minor cost variance > 5%	Minor changes to functionality are required to prevent undesirable workarounds. Moderate external coordination is required
4	Moderate schedule slip ≥ 10%	Moderate cost variance ≥ 10%	Moderate changes for basic function use are required. No workarounds available. High external customer coordination.
5	Major schedule slip > 15%	Major cost variance > 15%	Major changes to functionality are required due to user rejection or inability to pass OT. High external and management coordination required.

RMT Risk Officer:

Paola Carrasco